

DOGM RECEIVED  
6-27-95

Utah-69849

3809  
U68-P87-04  
(U-068)Moab District  
Grand Resource Area  
P.O. Box M  
Moab, Utah 84532

DEC 1987

Roger T. Mahoney  
1230 Ho. Road  
Loma, Colorado 81524

Dear Mr. Mahoney:

Thank you for taking the time to come over to Moab to discuss changes in your plan of operations, U68-P87-04. An archaeological clearance has been completed on the entire Equalizer #1 mining claim. Therefore the potential drilling program you discussed during the meeting for this claim may commence at your earliest convenience. Any drilling outside the boundaries of this claim will require an amendment to be filed 30 days prior to commencement of the proposed activity.

Once your operation progresses from exploration to full scale mining, a bond will be required. This is due to the potential of your operation creating significant damage to other resource values. We cannot determine the bond amount until a more detailed plan of operations is submitted. The plan of operations should include the mining method, the type and size of equipment to be used, and the maximum amount of surface disturbance at any given time during the life of the operation. Once we receive this information we will determine an appropriate bond amount. The amount of the bond should be agreed to by all parties prior to implementation of your plan. All trees knocked down during the mining operation will be set aside so we can sell this resource in the future.

If you have any additional questions please call Terry McParland at (801) 259-8193. We greatly appreciate your cooperation.

Sincerely yours,

Area Manger

TMCPARLAND:bh 12/10/87 277-E